CLASSIFICATION SECRET

## Approved For Release 2001/03/05 12 15 16 16 200457 R001600610

INFORMAT

25X1A



COUNTRY

Germany (Russian Zone)

DATE DISTR. 7 July 1948

SUBJECT

Dismantling of Bunawerks, Schkopau

NO. OF PAGES

PLACE ACQUIRED

25X1C CIA Library NO. OF ENCLS.

25X1A

SUPPLEMENT TO REPORT NO.

DATE OF INFO ACQUIRED 25X1X

- Dismantling of Buna production facilities at Schkopau is now under way. When it is completed, the plant will retain approximately 45% of its prodismantling capacity of 50,000 tons of Buna annually.
- Members of the German management of this SAG, who are said to be running the plant with little Russian interference, have given several reasons why the diamantling may not affect the plant too severely:
  - Carbide production, which is the basis for all of the plant's end products (Buna, Igelii, solvents, etc), has lagged considerably behind the total capacity for the production of these end products.
  - b. With Buns production cut in half, carbide capacity may suffice to supply the remainder of the plant. (However, during the past three years, with the emphasis on Buna production, plant facilities for other products were neglected and even cannibalized to keep Buna production going. Therefore, until the necessary spare parts are procured and repairs made, quantities of carbide have become temporarily available for supply to western Germany.)
  - c. Future export opportunities are believed to be slim. Severe competition is expected from the United States in western European and Scandinavian markets, while the Soviet Union is believed to be increasing her production facilities to the extent of being able to supply southeastern Maropean markets.

This document is hereby regraded to CONFIDENTIAL in accordance with the letter of 16 October 1973 from the Director of Central Intelligence to the Archivist of the United States.

Next Review Date: 2003

Document No. NO CHARGE in

CLASSIFICATION SECRET

| STATE | dł. | X | NAVY |    | Ι | NSRB         |    |      | DISTRIBUTI |      | 7   |       |      | T  | ·      |     |            |   | 7      |
|-------|-----|---|------|----|---|--------------|----|------|------------|------|-----|-------|------|----|--------|-----|------------|---|--------|
| ARMY  | #   | X | AIR  | 11 | X | W            | AA | NING | NOTICE:    | THIS | DIS | TRIBU | TION | E  | ISTING |     | 7          | # | -franc |
|       |     |   |      | !  |   | Control 2012 |    |      |            |      |     |       | -    | 74 |        | *** | <b>94—</b> | · | . 5    |

EXCISED BEFORE PUBLIC RELIASE OF THIS DOCUMENT.